GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:292
ANSWERED ON:03.02.2017
Demonitisation Effect on Nepal
Senguttuvan Shri Balasubramaniam

Will the Minister of FINANCE be pleased to state:

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF ECONOMIC AFFAIRS

LOK SABHA
UNSTARRED QUESTION NO. 292
TO BE ANSWERED ON FEBRUARY 3, 2017 / MAGHA 14, 1938 (SAKA)
DEMONETISATION EFFECT ON NEPAL

292: B. SENGUTTUVAN

Will the Minister of FINANCE be pleased to state:

(a) whether the Government is cognizant of the media reports that the demonetization of old high value currency notes has triggered a financial crisis in the Nepal affecting the Government as well as the Nepali citizens and if so, the details thereof; and
(b) whether the Government has made any special arrangement for supply of new Indian currency from the RBI and if so, the details thereof and the steps taken in this regard?

Answer

ANSWER
MINISTER OF STATE IN THE MINISTRY OF FINANCE
(SHRI ARJUN RAM MEGHWAL)
(a) and (b): The Government of India is not aware of any financial crisis in Nepal due to demonetization. Nor has any such crisis been mentioned by the Government of Nepal to the Government of India. The Government of Nepal has requested the Government of India to facilitate exchange of old series Indian bank notes in the possession of the Nepal Rashtra Bank as well as Nepali citizens. The Government of Nepal has also requested for supply of Indian currency notes. There is a standing arrangement for supply of India currency to Nepal in terms of which cash (Rs. 100 and below) is supplied to Nepal Rashtra Bank on a regular basis.

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